# LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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### FISCAL IMPACT STATEMENT

LS 6325

BILL NUMBER: HB 1494

NOTE PREPARED: Mar 1, 2005

BILL AMENDED: Feb 28, 2005

**SUBJECT:** Health Care Moratorium.

FIRST AUTHOR: Rep. Foley BILL STATUS: 2<sup>nd</sup> Reading - 1<sup>st</sup> House

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> (Amended) This bill allows the county executive of certain counties to adopt an ordinance to require approval before certain health care facilities may be built. The bill establishes criteria when considering an application for a new health care facility. It specifies criteria for voting on an application.

Effective Date: July 1, 2005.

#### **Explanation of State Expenditures:**

Explanation of State Revenues: (Revised) State revenues would be impacted to the extent that a county that owns a county hospital that contains a regional cancer center would enact ordinances and subsequently deny approval for construction of health care projects. State licensure revenues would not be collected for any new beds or ambulatory surgery center facilities that might otherwise be constructed in the absence of a county ordinance. (This would assume that the proposed projects would not relocate outside the county.) Hospital license fees range from \$1,000 to \$5,000. The Department charges a sliding license fee for ambulatory surgical centers based on the number of procedures performed annually, as shown below.

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<b>Total Annual Procedures</b>	
	License Fee
0 - 799	\$ 500
800 - 3,499	\$1,000
3,500 - 6,999	\$2,000
7,000 and above	\$3,000

This bill would not affect the renewal of existing licenses.

# **Explanation of Local Expenditures:**

## **Explanation of Local Revenues:**

<u>State Agencies Affected:</u> Indiana State Department of Health; Family and Social Services Administration, Office of Medicaid Policy and Planning.

Local Agencies Affected: Certain county-owned hospitals.

## **Information Sources:**

**Fiscal Analyst:** Kathy Norris, 317-234-1360.

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